

TENNESSEE GENERAL ASSEMBLY
FISCAL REVIEW COMMITTEE



FISCAL MEMORANDUM

HB 3509 – SB 3678

March 29, 2010

SUMMARY OF AMENDMENT (015956): Subject to Congressional action, authorizes the State of Tennessee to opt out of the federal-aid highway program and to retain the state contributions to the federal highway trust fund.

FISCAL IMPACT OF ORIGINAL BILL:

Other Fiscal Impact – If Congress authorizes states to retain federal fuel taxes and Tennessee opts to do so, there would be an increase in available funds to the State highway fund exceeding \$67,209,000.

FISCAL IMPACT OF BILL WITH PROPOSED AMENDMENT:

Unchanged from the original fiscal note.

Assumptions applied to amendment:

- According to the Department of Transportation, in FY08, Tennessee remitted \$740,664,000 in taxes collected from fuel, batteries and diesel to the federal highway trust fund and received \$673,455,000 in allocations from the fund resulting in a \$67,209,000 difference between taxes collected and allocations.
- Federal fuel taxes retained by the State would be directed to the State highway fund.

CERTIFICATION:

This is to duly certify that the information contained herein is true and correct to the best of my knowledge.

A handwritten signature in black ink, reading "James W. White".

James W. White, Executive Director

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